GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3697
ANSWERED ON:27.04.2007
FDI IN INSURANCE SECTOR
Vallabbhaneni Shri Balashowry;Verma Shri Ravi Prakash

Will the Minister of FINANCE be pleased to state:

(a) whether the Government has set up a Group of Ministers (GoMs) for raising FDI in the Insurance Sector;

(b) if so, the details thereof;

(c) whether the said GoMs has submitted its report to the Government;

(d) if so, the details thereof; and

(e) the action taken by the Government thereon?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI PAWAN KUMAR BANSAL)

(a) to (e): On the recommendations of the Law Commission/KPN Committee and Insurance Regulatory and Development Authority (ERDA), it has been proposed to amend the Insurance Laws including enhancement of FDI in Indian Insurance Companies. Accordingly, a Cabinet Note on Insurance Laws (Amendment) Bill, 2006 was prepared and submitted to the Cabinet, whicn considered the same in its meeting held on 21.12.2006. The Cabinet referred the Bill to the Group of Ministers (GOM) for consideration,which has yet to make its final recommendation.